By: Schwertner, et al.

S.B. No. 723

A BILL TO BE ENTITLED

1 AN ACT relating to certain requirements in connection with the acquisition 2 3 of real property for public use by an entity with eminent domain 4 authority. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5 6 SECTION 1. Section 402.031, Government Code, is amended by amending Subsection (c) and adding Subsection (c-1) to read as 7 follows: 8 (c) The statement must include: 9 (1) the title, "Landowner's Bill of Rights"; and 10 a description of: 11 (2) 12 (A) the condemnation procedure provided by 13 Chapter 21, Property Code; 14 (B) the condemning entity's obligations to the 15 property owner, including the responsibility for any damages arising from an examination or survey of the property; [and] 16 17 (C) the property owner's options during а condemnation, including the property owner's right to: 18 19 (i) refuse to grant permission to the condemning entity to enter the property and conduct an examination 20 or survey of the property; 21 22 (ii) negotiate the terms of the examination 23 or survey of the property; and (iii) object to and appeal an amount of 24

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1	damages awarded <u>; and</u>
2	(D) the condemning entity's right to sue for a
3	court order authorizing the examination or survey if the property
4	owner refuses to grant permission for the examination or survey.
5	(c-1) The statement must disclose that a condemning entity,
6	other than an entity acquiring property as authorized under
7	Subchapter D, Chapter 203, Transportation Code, that makes an
8	initial offer under Section 21.0113, Property Code, that includes
9	real property that the entity does not seek to acquire by
10	condemnation shall in the initial offer:
11	(1) separately identify the real property that the
12	entity does not seek to acquire by condemnation; and
13	(2) make an offer for the real property that the entity
14	does not seek to acquire by condemnation separate from the offer
15	made for the real property sought to be acquired by condemnation.
16	SECTION 2. Subchapter B, Chapter 21, Property Code, is
17	amended by adding Section 21.01101 to read as follows:
18	Sec. 21.01101. SURVEY PERMISSION FORM. If an entity with
19	eminent domain authority provides a form to an owner of real
20	property requesting the owner's permission to enter the property to
21	examine the property or conduct a survey of the property in
22	connection with the potential acquisition of the property for a
23	public use, the form must conspicuously state that:
24	(1) the owner has a right to refuse to grant permission
25	to the entity to enter the property and conduct the examination or
26	survey;
27	(2) the entity has a right to sue for a court order

authorizing the entity to enter the property and conduct the 1 2 examination or survey if the owner refuses to grant the permission; (3) the owner has a right to negotiate the terms of the 3 4 examination or survey of the property; and 5 (4) the entity has the responsibility for any damages arising from an examination or survey of the property. 6 7 SECTION 3. Section 21.0112(a), Property Code, is amended to read as follows: 8

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9 (a) At the time [Not later than the seventh day before the 10 a governmental or private entity with eminent domain date] 11 authority makes an initial [a final] offer to a property owner to acquire real property, the entity must send by first-class mail or 12 otherwise provide a landowner's bill of rights statement provided 13 by Section 402.031, Government Code, to the last known address of 14 15 the person in whose name the property is listed on the most recent tax roll of any appropriate taxing unit authorized by law to levy 16 property taxes against the property. In addition to the other 17 18 requirements of this subsection, an entity with eminent domain authority shall provide a copy of the landowner's bill of rights 19 statement to a landowner before or at the same time as the entity 20 first represents in any manner to the landowner that the entity 21 possesses eminent domain authority. 22

23 SECTION 4. Section 21.0113(b), Property Code, is amended to 24 read as follows:

(b) An entity with eminent domain authority has made a bona fide offer if:

27

an initial offer is made in writing to a property

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1 owner; a landowner's bill of rights statement is provided 2 (2) to the property owner in accordance with Section 21.0112(a); 3 (3) a final offer is made in writing to the property 4 5 owner; (4) $\left[\frac{3}{3}\right]$ the final offer is made on or after the 30th 6 7 day after the date on which the entity makes a written initial offer to the property owner; 8 9 (5) [(4)] before making a final offer, the entity obtains a written appraisal from a certified appraiser of the value 10 11 of the property being acquired and the damages, if any, to any of the property owner's remaining property; 12 (6) $\left[\frac{(5)}{(5)}\right]$ the final offer is equal to or greater than 13 the amount of the written appraisal obtained by the entity; 14 15 (7) $\left[\frac{(6)}{(6)}\right]$ the following items are included with the 16 final offer or have been previously provided to the owner by the 17 entity: 18 (A) a copy of the written appraisal; and (B) a copy of the deed, easement, or 19 other 20 instrument conveying the property sought to be acquired; and [(C) the landowner's bill of rights statement 21 prescribed by Section 21.0112; and] 22 (8) [(7)] the entity provides the property owner with 23 at least 14 days to respond to the final offer and the property 24 25 owner does not agree to the terms of the final offer within that period. 26 SECTION 5. Subchapter B, Chapter 21, Property Code, 27 is

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1 amended by adding Section 21.0114 to read as follows:

<u>Sec. 21.0114. OFFER TO ACQUIRE ADDITIONAL PROPERTY;</u>
<u>EXCEPTION. (a) Except as provided by Subsection (b), a condemning</u>
<u>entity that makes an initial offer under Section 21.0113 that</u>
<u>includes real property that the entity does not seek to acquire by</u>
<u>condemnation shall in the initial offer:</u>

7 (1) separately identify the real property that the 8 entity does not seek to acquire by condemnation; and

9 (2) make an offer for the real property that the entity 10 does not seek to acquire by condemnation separate from the offer 11 made for the real property sought to be acquired by condemnation.

(b) Subsection (a) does not apply to an acquisition of real
 property under Subchapter D, Chapter 203, Transportation Code.

14 SECTION 6. The office of the attorney general shall make the 15 landowner's bill of rights statement required by Section 402.031, 16 Government Code, as amended by this Act, available on the attorney 17 general's Internet website not later than January 1, 2022.

SECTION 7. The changes in law made by this Act to Sections 18 21.0112 and 21.0113, Property Code, apply only to the acquisition 19 20 of real property in connection with an initial offer made under Section 21.0113, Property Code, on or after the effective date of 21 this Act. The acquisition of real property in connection with an 22 initial offer made under Section 21.0113, Property Code, before the 23 24 effective date of this Act is governed by the law as it existed 25 immediately before the effective date of this Act, and that law is continued in effect for that purpose. 26

27 SECTION 8. This Act takes effect January 1, 2022.